

SENATOR CHAMBERS: I believe that Senator Burrows has offered the proper motion on this bill and I think it ought to be killed, and the loan sharks, I don't believe are the ones who brought forth the corrected statement about how much money they had really taken in. Loan sharks are not going out of business and they are not going to go out of business. They will be with us as long as lawyers are with us, used car dealers are with us, pawn brokers and all the rest of that unsavory crew and by the way, I'll be finishing Law School shortly so when I join the profession, it's to upgrade it, not to become tainted as it may be in some respects presently.

SPEAKER LUEDTKE: The Chair recognizes Senator Kelly. Senator Marsh, did you have your light on? I had it on and it is off.

SENATOR MARSH: Yes, I did... I thought I didn't need to leave it on. You said it was in which order...

SPEAKER LUEDTKE: Your name was on the list but then the light went off so I will recognize you then if you want to speak.

SENATOR MARSH: Thank you, Mr. Speaker.

SPEAKER LUEDTKE: The Chair recognizes Senator Marsh.

SENATOR MARSH: I have some questions I'd like to address to Senator Nichol, please.

SPEAKER LUEDTKE: Senator Nichol, will you respond?

SENATOR MARSH: Senator Nichol, there has been some conversation on the floor this morning relating to the rule of '72.

SENATOR NICHOL: '73 ma'am, yes.

SENATOR MARSH: Excuse me. Rule of '78? It was my understanding that one of the amendments would speak to that issue. Is that correct?

SENATOR NICHOL: That's right. That's number three.

SENATOR MARSH: Is it also my understanding that you support number three?

SENATOR NICHOL: No, I don't support number three. I support number two and five which have to do with the raising of rates. Would you like me to discuss rule of '78?

SENATOR MARSH: I'm not sure I understand. Is the rule of '78 the rule that allows someone to be charged an additional fee when they refinance a loan?

SENATOR NICHOL: No, briefly it's this. Do you want me to explain briefly?

SENATOR MARSH: Yes.

SENATOR NICHOL: Briefly, it's this. You add up the month of the year, one through twelve and that comes out to '78 and each month, the first month you take eleven twelfths of it and each month you reduce it by one, but what I think